

STATE OF CALIFORNIA
Budget Change Proposal - Cover Sheet
DF-46 (REV 08/15)

Fiscal Year 2016-17	Business Unit 3900	Department Air Resources Board	Priority No. 11
Budget Request Name 3900-011-BCP-BR-2016-GB		Program 9900100 - ADMINISTRATION 9900200 - DISTRIBUTED ADMINISTRATION	Subprogram N/A

Budget Request Description
Realign Distributed Administration — Technical Adjustment

Budget Request Summary

This is an technical BCP to accurately display the Air Resources Board Administration and Distributed Administration expenditures. There are no positions or additional resources being requested with this proposal. Air Resources Board's Administration and Distributed Administration program authority will reflect \$48 million which aligns with administrative operating costs.

Requires Legislation <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	Code Section(s) to be Added/Amended/Repealed	
Does this BCP contain information technology (IT) components? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <i>If yes, departmental Chief Information Officer must sign.</i>	Department CIO	Date
For IT requests, specify the date a Special Project Report (SPR) or Feasibility Study Report (FSR) was approved by the Department of Technology, or previously by the Department of Finance. <input type="checkbox"/> FSR <input type="checkbox"/> SPR Project No. Date:		

If proposal affects another department, does other department concur with proposal? ☐ Yes ☐ No
Attach comments of affected department, signed and dated by the department director or designee.

Prepared By Pam Biggins	Date 1/6/16	Reviewed By Alice Stebbins	Date 1-6-16
Department Director Richard W. Corey	Date 1/6/2016	Agency Secretary Matthew Rodriguez	Date 1/6/16

Department of Finance Use Only

Additional Review: ☐ Capital Outlay ☐ ITCU ☐ FSCU ☐ OSAE ☐ CALSTARS ☐ Dept. of Technology

BCP Type: ☐ Policy ☐ Workload Budget per Government Code 13308.05

PPBA Original Signed By: Ellen Moratti	Date submitted to the Legislature
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A. Budget Request Summary

The Air Resources Board (ARB) requests a technical adjustment to increase the Administration and Distributed Administration program authority in the amount of \$29.4 million. There are no positions or additional resources being requested with this proposal. This revision will reflect Administration and Distributed Administration program authority of \$48 million and will align with administrative operating costs for the Chairman's Office, Executive Office, Office of Information Technology, and the Administrative Services Division.

B. Background/History

ARB has experienced a significant program expansion with the implementation of the entire Climate Change program, increased costs to operate, as well as a substantial evolution in air quality standards and policies. ARB is a recognized leader in Air Quality within the global community which prompted the need for complex and technical resources to achieve our mission. These factors resulted in increased costs in the administration of ARB and the Administration and Distributed Administration program authority level has not been adjusted to reflect the increased costs.

C. State Level Considerations

There are no other state entities affected by this proposal.

This request will allow ARB to display a more accurate operational budget, providing greater transparency to the public and stakeholders.

D. Justification

As a result of departmental growth, expansion, and increased administrative needs, the Distributed Administration program authority has not been adjusted in recent years to reflect this change. ARB's operational/ administrative expenses include the Chairman's Office, the Executive Office, the Office of Information Services, and the Administrative Services Division. This Budget Change Proposal (BCP) reflects a permanent technical adjustment increasing the Administration budget by \$29.4 million to reflect the true departmental costs for ARB.

This request will provide greater transparency of ARB's operating budget by more accurately reflecting the true departmental costs and operating expense distribution. This request is a technical adjustment; therefore, no positions or additional resources are being requested in this BCP.

E. Outcomes and Accountability

ARB anticipates the \$29.4 million technical adjustment in Distributed Administration program authority will result in a more accurate operational budget display that will be transparent to the public and stakeholders.

F. Analysis of All Feasible Alternatives

Alternative 1: Approve Proposal. ARB requests a permanent technical adjustment to the Distributed Administration program authority in the amount of \$29.4 million. This will result in a more transparent view of ARB's operations budget to the public and stakeholders.

Alternative 2: Partially Approve Proposal. Partially approving this request will help to improve the deficient authority in the Distributed Administration program; however ARB's operational budget display will not reflect the true costs of the program.

Alternative 3: Deny Proposal. ARB will continue to display the operational budget as currently shown in the Governor's Budget. ARB's operational budget display will not reflect the true costs of the program.

Analysis of Problem

G. Implementation Plan

This request would be implemented upon enactment of the 2016-17 Budget Act.

H. Supplemental Information

N/A

I. Recommendation

ARB recommends approving Alternative 1.

BCP Fiscal Detail Sheet

BCP Title: Realign Distributed Administration

DP Name: 3900-017-BCP-DP-2016-GB

Budget Request Summary

FY16

	CY	BY	BY+1	BY+2	BY+3	BY+4
Salaries and Wages						
Earnings - Permanent	0	10,618	10,618	10,618	10,618	10,618
Total Salaries and Wages	\$0	\$10,618	\$10,618	\$10,618	\$10,618	\$10,618
Total Staff Benefits	0	5,799	5,799	5,799	5,799	5,799
Total Personal Services	\$0	\$16,417	\$16,417	\$16,417	\$16,417	\$16,417
Operating Expenses and Equipment						
5301 - General Expense	0	308	308	308	308	308
5302 - Printing	0	231	231	231	231	231
5304 - Communications	0	398	398	398	398	398
5320 - Travel: In-State	0	772	772	772	772	772
5322 - Training	0	219	219	219	219	219
5340 - Consulting and Professional Services -	0	11,008	11,008	11,008	11,008	11,008
5342 - Departmental Services	0	-29,413	-29,413	-29,413	-29,413	-29,413
5346 - Information Technology	0	60	60	60	60	60
Total Operating Expenses and Equipment	\$0	\$-16,417	\$-16,417	\$-16,417	\$-16,417	\$-16,417
Fund Summary						
Fund Source - State Operations						
Total State Operations Expenditures	\$0	\$0	\$0	\$0	\$0	\$0
Total All Funds	\$0	\$0	\$0	\$0	\$0	\$0
Program Summary						
Program Funding						
9900100 - Administration	0	29,413	29,413	29,413	29,413	29,413
9900200 - Administration - Distributed	0	-29,413	-29,413	-29,413	-29,413	-29,413
Total All Programs	\$0	\$0	\$0	\$0	\$0	\$0